

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 6983**

**BILL NUMBER:** HB 1452

**NOTE PREPARED:** Jan 11, 2011

**BILL AMENDED:**

**SUBJECT:** Drug Testing for Public Assistance.

**FIRST AUTHOR:** Rep. Yarde

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:** \_\_\_**GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Pending

**Summary of Legislation:** This bill requires the Division of Family Resources to develop a program to test, for use of controlled substances, an individual applying for or receiving assistance under the federal Temporary Assistance for Needy Families (TANF) program, if a county office believes, based on reasonable suspicion, that the individual is engaged in the illegal use of controlled substances. The bill provides that an individual who tests positive for a controlled substance without a prescription is ineligible to receive TANF assistance.

This bill provides that an individual who is ineligible to receive assistance may reapply for assistance under the TANF program on the earlier of: (1) six months after the date the individual tests positive for a controlled substance; or (2) the date the individual complies with and completes a drug abuse treatment program.

The bill provides that an individual who is ineligible for TANF assistance as the result of testing positive for the presence of illegal drugs is ineligible for assistance under the Medicaid program. It requires the Office of Medicaid Policy and Planning (OMPP) to apply for an amendment to the state Medicaid plan to limit Medicaid eligibility for individuals who are ineligible under the TANF program as the result of testing positive for the presence of illegal drugs.

**Effective Date:** Upon passage; July 1, 2011.

**Explanation of State Expenditures:** *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*



**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Bill Brumbach, 232-9559.